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E.O. 12958: DECL: 09/03/2019

TAGS: <u>EAID ECON PREL PGOV EG</u>
SUBJECT: GOE PROPOSES NEW MODEL FOR ECONOMIC ASSISTANCE

- Classified By: Ambassador Margaret Scobey for reasons 1.4 (b) and (d)
 11. (C) Key Points: -- The GOE sees the current U.S. administration's desire to transform the bilateral relationship as an opportunity to reviv
- 12. (C) On August 17, the Minister of International Cooperation (MIC) Fayza Aboul Naga presented to USAID a revised version of an August 8 upda
- 13. (C) On August 24, USAID Director, USAID Program Officer and ECON Counselor accompanied a USAID strategy design team when it debriefed Aboul
- 4.(C) Aboul Naga asserted that there is an "apparent contradiction" in USG reluctance to phase out economic assistance while simultaneously avo 15. (C) USAID noted that the GOE proposal formed a good basis for discussion, but cautioned that the proposal raised a number of issues that wc
- 16. (C) In a subsequent meeting August 27, USAID Controller, Legal Counsel, and Program Officer along with strategy consultant attended the Aug
- 110. Post-Cairo Speech Plans -----
- 17. (C) Aboul Naga claimed in the August 24 meeting that the U.S. already had agreed that all \$40 million in FY 2009 funds identified to suppor
- 18. (C) These and other recent exchanges highlight the continuing differences between what the USG may be able and willing to support with appr
- 19. (SBU) The Ambassador and USAID Director will see Minister Aboul Naga on September 9 to begin the effort of bringing MIC views closer to rea